United Nations A/57/665

General Assembly

Distr.: General
18 December 2002

Original: English

Fifty-seventh session
Agenda item 132 (a)
Financing of the activities arising from Security Council resolution 687 (1991): United Nations Iraq-Kuwait Observation Mission

Performance report on the budget of the United Nations Iraq-Kuwait Observation Mission for the period from 1 July 2001 to 30 June 2002

Report of the Secretary-General

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02-74908 (E) 140103

Summary

The present report contains the performance report on the budget of the United Nations Iraq-Kuwait Observation Mission for the period from 1 July 2001 to 30 June 2002.

Performance of financial resources

(Thousands of United States dollars. Budget year is 1 July 2001 to 30 June 2002.)

Category	*Apportionment*	*Expenditure*	*Variance*	
			Amount	*Percentage*
Military and police personnel	21 689.2	22 333.5	(644.3)	(3.0)
Civilian personnel	16 349.3	13 608.7	2 740.6	16.8
Operational requirements	13 069.5	12 693.5	376.0	2.9
Gross requirements	**51 108.0**	**48 635.7**	**2 472.3**	**4.8**
Staff assessment income	2 130.6	1 861.5	269.1	12.6
Net requirements	**48 977.4**	**46 774.2**	**2 203.2**	**4.5**
Voluntary contributions in kind (budgeted)[a]	3 121.9	46.7	3 075.2	98.5
Total resources	**54 229.9**	**48 682.4**	**5 547.5**	**10.2**

[a] Apportionment includes non-recurrent voluntary contributions reported in the previous period. Expenditure reflects actual recurrent voluntary contributions.

Human resources incumbency performance

Category	*Approved*	*Actual (average)*	*Vacancy rate (percentage)*[a]
Military observers	195	194	1
Military contingents	906	906	—
International staff	63	57	10
National staff	174	165	5

[a] Based on monthly incumbency and approved monthly strength.

The actions to be taken by the General Assembly are set out in section IV of the present report.

I. Mandate performance

1. The United Nations Iraq-Kuwait Observation Mission (UNIKOM) was established by the Security Council in its resolution 689 (1991), with its mandate subsequently expanded by resolution 806 (1993). The continuation of the operation of the Mission for the performance period was provided for in the letters of the President of the Security Council dated 4 October 2001 (S/2001/936) and 4 April 2002 (S/2002/349).

2. The Mission is mandated to help the Security Council achieve an overall objective, namely, to restore peace and security between the State of Kuwait and the Republic of Iraq.

3. Within this overall objective, the Mission has, during the performance report period, contributed to a number of accomplishments by delivering related key outputs, as shown in the frameworks below.

4. The frameworks represent an improvement in objective-setting. The 2001/02 budget did not include standard frameworks for planned results, which would have been the baseline against which performance would have been measured and reported. Therefore, the Mission's performance data for 2001/02 are presented in a transitional format showing the actual accomplishments and outputs for which information was available against generic indicators and output types rather than against a baseline.

Component 1: Military

Expected accomplishments	
Ensure compliance with the demarcated international boundary between the State of Kuwait and the Republic of Iraq	
Indicators of achievement	*Actual accomplishments*
No serious violations of the demilitarized zone	637 air violations, 19 ground violations, 20 maritime violations and 9 weapons violations The above numbers represent a significant reduction in ground, maritime and weapons violations from the previous reporting period; however, air violations increased by more than 300 per cent
Output type	*Actual outputs*
Land patrol days	2,214 days
Air patrol hours	1,923 hours
Sea vessel patrol hours	1,486 hours
Semi-annual mandate report	2 reports
Border crossing control activities	174,808 vehicles checked
Consultation meetings with Iraqi and Kuwaiti officials	Regular consultations with high-level government officials
Comments: Some of the small-scale maritime violations might have been avoided if the planned number of sea patrol hours had been achieved. Sea patrol hours decreased due to the non-availability of the boats and berthing facilities for long periods of time.	

Component 2: Support

Expected accomplishments	
Increased efficiency and effectiveness in supporting the Mission	
Indicators of achievement	*Actual accomplishments*
High level of surveyed satisfaction with support from Head of Mission and Chief of Staff	Medium level of satisfaction recorded

Output type	*Actual outputs*
UNIKOM headquarters renovated	20 per cent
Local staff recruited	15
Recruited international staff	15
Local payments made	1,362
Purchase orders raised	550
Contracts awarded	25
Roads maintained	600 square metres
Information technology support provided	Daily during the year
Telephone, fax, radio communication services provided	Daily during the year
Security services provided	Daily during the year
Vehicle rollover protection installed	22

Comments: Delay and cancellation of certain infrastructure activities contributed to the medium level of satisfaction of users. The following projects were either delayed or cancelled because contractors were denied access:

(a) Renovation of M2 pier;
(b) Fabrication of concrete road markers;
(c) Road sealing;
(d) Extension of headquarters wing 6.

II. Resource performance

A. Financial resources

(Thousands of United States dollars. Budget year is 1 July 2001 to 30 June 2002.)

Category	Apportionment (1)	Expenditures (2)	Variance Amount (3) = (1) - (2)	Variance Percentage (4) = (3)/(1)
Military and police personnel				
Military observers	7 136.0	6 852.8	283.2	4.0
Military contingents	14 553.2	15 480.7	(927.5)	(6.4)
Civilian police	—	—	—	—
Formed police units	—	—	—	—
Civilian personnel				
International staff	8 302.0	6 703.4	1 598.6	19.3
National staff	8 047.3	6 905.3	1 142.0	14.2
United Nations Volunteers	—	—	—	—
Operational costs				
General temporary assistance	—	43.6	(43.6)	—
Government-provided personnel	—	—	—	—
Civilian electoral observers	—	—	—	—
Consultants	—	—	—	—
Official travel	122.9	137.8	(14.9)	(12.1)
Facilities and infrastructure	2 819.2	2 840.5	(21.3)	(0.8)
Ground transportation	3 524.9	3 232.0	292.9	8.3
Air transportation	2 988.3	3 202.7	(214.4)	(7.2)
Naval transportation	142.3	32.0	110.3	77.5
Communications	846.6	683.7	162.9	19.2
Information technology	459.7	416.4	43.3	9.4
Medical	23.0	42.4	(19.4)	(84.3)
Special equipment	62.2	17.3	44.9	72.2
Miscellaneous supplies, services and equipment	2 080.4	2 045.1	35.3	1.7
Quick-impact projects	—	—	—	—
Gross requirements	**51 108.0**	**48 635.7**	**2 472.3**	**4.8**
Staff assessment income	2 130.6	1 861.5	269.1	12.6
Net requirements	**48 977.4**	**46 774.2**	**2 203.2**	**4.5**
Voluntary contributions in kind (budgeted)[a]	3 121.9	46.7	3 075.2	98.5
Total requirements	**54 229.9**	**48 682.4**	**5 547.5**	**10.2**

[a] Expenditure includes $46,664 from the Government of Kuwait.

B. Other income and adjustments

Category	*Amount (Thousands of US dollars)*
Interest income	2 910
Other/miscellaneous income	109
Voluntary contributions in cash	—
Prior period adjustments	—
Savings on or cancellation of prior-period obligations	952
Total	**3 971**

C. Contingent-owned equipment: major equipment and self-sustainment

Category	*Expenditure (Thousands of US dollars)*
Major equipment	**1 187.8**
Self-sustainment	
Special case explosive ordnance disposal equipment	16.0
Total	**1 203.8**

D. Non-budgeted contributions

Category	*Estimated value*	*Actual value*
	(thousands of US dollars)	
Status of mission agreement[a]	286.8	286.8

[a] Inclusive of $196,645 from the Government of Kuwait and $90,150 from the Government of Iraq for rental costs.

III. Analysis of variances[1]

	Variance	
Military observers	$283.2	4.0%

5. The unutilized balance was attributable mainly to the reduction in mission subsistence allowance rates from $90 to $77 in the demilitarized zone, and from $75 to $61 in Kuwait City, effective 1 April 2002.

[1] Resource variance amounts are expressed in thousands of United States dollars.

	Variance	
Military contingents	($927.5)	(6.4%)

6. Additional requirements resulted from the higher unit cost for travel of military support personnel. The average one-way cost was $2,042 vis-à-vis the estimated rate of $1,400.

	Variance	
International staff	$1,598.6	19.3%

7. The unutilized balance was attributable mainly to the delay in the identification of staff at the approved post levels, resulting in a high number of posts being filled by incumbents at a lower level.

	Variance	
National staff	$1,142.0	14.2%

8. The parameter used in estimating salaries and related costs was at a higher level than the actual incumbencies.

	Variance	
General temporary assistance	($43.6)	—

9. Expenditures under this heading resulted from the temporary engagement of national staff for the position of translator and driver in Iraq.

	Variance	
Official travel	($14.9)	(12.1%)

10. Overexpenditure is a result of travel related to additional training activities.

	Variance	
Ground transportation	$292.9	8.3%

11. The unutilized balance was attributable mainly to the lower unit cost for the purchase of four-wheel-drive general-purpose vehicles than was originally estimated.

	Variance	
Air transportation	($214.4)	(7.2%)

12. Additional requirements resulted from the increase in the contractual rate for helicopters from $1,262 per hour to $1,325 per hour for the period from 15 September 2001 to 30 June 2002.

	Variance	
Naval transportation	$110.3	77.5%

13. The unutilized balance was attributable mainly to lower requirements for spare parts and maintenance of the naval vessels since the Kuwaiti Government undertook those activities.

	Variance	
Communications	$162.9	19.2%

14. The unutilized balance was attributable mainly to the receipt of a satellite Earth station from the United Nations Logistics Base at Brindisi, Italy, at no cost.

	Variance	
Information technology	$43.3	9.4%

15. The unutilized balance was attributable mainly to lower requirements for information technology services provided by Headquarters.

	Variance	
Medical	($19.4)	(84.3%)

16. Additional requirements resulted from the unforeseen expense related to one medical evacuation of military personnel.

	Variance	
Special equipment	$44.9	72.2%

17. The unutilized balance was attributable mainly to the receipt of observation equipment from the Logistics Base at no cost.

IV. Actions to be taken by the General Assembly

18. The actions to be taken by the General Assembly in connection with the financing of UNIKOM are:

(a) A decision on the treatment of the unencumbered balance of $2,472,300 with respect to the period from 1 July 2001 to 30 June 2002;

(b) A decision on the treatment of other income and adjustments for the period ended 30 June 2002, amounting to $3,971,000 and consisting of interest income ($2,910,000), other/miscellaneous income ($109,000) and savings on or cancellation of prior-period obligations ($952,000).